



## 97TH GENERAL ASSEMBLY

### State of Illinois

2011 and 2012

HB1503

by Rep. Chapin Rose

#### SYNOPSIS AS INTRODUCED:

110 ILCS 205/8

from Ch. 144, par. 188

Amends the Board of Higher Education Act. With respect to the Board's analysis of formulating the annual budget request for State universities and colleges, provides that, beginning with Fiscal Year 2013, the annual budget request must incorporate performance-based funding, pursuant to the report of the Board's Higher Education Finance Study Commission. Provides that the Board shall have 2 fiscal years to implement this performance-based funding, and thereafter must update how this funding is calculated every 6 months, which updates must be reported to the Governor and the General Assembly. Effective immediately.

LRB097 05575 NHT 45637 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning education.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Board of Higher Education Act is amended by  
5 changing Section 8 as follows:

6 (110 ILCS 205/8) (from Ch. 144, par. 188)

7 Sec. 8. The Board of Trustees of the University of  
8 Illinois, the Board of Trustees of Southern Illinois  
9 University, the Board of Trustees of Chicago State University,  
10 the Board of Trustees of Eastern Illinois University, the Board  
11 of Trustees of Governors State University, the Board of  
12 Trustees of Illinois State University, the Board of Trustees of  
13 Northeastern Illinois University, the Board of Trustees of  
14 Northern Illinois University, the Board of Trustees of Western  
15 Illinois University, and the Illinois Community College Board  
16 shall submit to the Board not later than the 15th day of  
17 November of each year its budget proposals for the operation  
18 and capital needs of the institutions under its governance or  
19 supervision for the ensuing fiscal year. Each budget proposal  
20 shall conform to the procedures developed by the Board in the  
21 design of an information system for State universities and  
22 colleges.

23 In order to maintain a cohesive system of higher education,

1 the Board and its staff shall communicate on a regular basis  
2 with all public university presidents. They shall meet at least  
3 semiannually to achieve economies of scale where possible and  
4 provide the most innovative and efficient programs and  
5 services.

6 The Board, in the analysis of formulating the annual budget  
7 request, shall consider rates of tuition and fees at the state  
8 universities and colleges. The Board shall also consider the  
9 current and projected utilization of the total physical plant  
10 of each campus of a university or college in approving the  
11 capital budget for any new building or facility. However,  
12 beginning with Fiscal Year 2013, the annual budget request must  
13 incorporate performance-based funding, pursuant to the report  
14 of the Board's Higher Education Finance Study Commission. The  
15 Board shall have 2 fiscal years to implement this  
16 performance-based funding, and thereafter must update how this  
17 funding is calculated every 6 months, which updates must be  
18 reported to the Governor and the General Assembly.

19 The Board of Higher Education shall submit to the Governor,  
20 to the General Assembly, and to the appropriate budget agencies  
21 of the Governor and General Assembly its analysis and  
22 recommendations on such budget proposals.

23 Each state supported institution within the application of  
24 this Act must submit its plan for capital improvements of  
25 non-instructional facilities to the Board for approval before  
26 final commitments are made. Non-instructional uses shall

1 include but not be limited to dormitories, union buildings,  
2 field houses, stadium, other recreational facilities and  
3 parking lots. The Board shall determine whether or not any  
4 project submitted for approval is consistent with the master  
5 plan for higher education and with instructional buildings that  
6 are provided for therein. If the project is found by a majority  
7 of the Board not to be consistent, such capital improvement  
8 shall not be constructed.

9 (Source: P.A. 89-4, eff. 1-1-96.)

10 Section 99. Effective date. This Act takes effect upon  
11 becoming law.